

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Mines and Minerals - Development of Vadarevu and Nizampatnam Sea Ports and Port based Industrial Corridor (VANPIC) - Grant of exemption of Seigniorage Fee i.e. Cess on Minor Minerals to VANPIC Ports Private Limited - Orders - Issued.

INDUSTRIES AND COMMERCE (MINES.I) DEPARTMENT

G.O.Ms.No. 318

Dated:3-12-2008.

Read the following:

1. G.O.Ms.No.30, Infrastructure & Investment (Ports.I) Dept.,
Dated 10.7.2008.
2. From the Infrastructure & Investment (Ports.I) Dept., file
C.No.1420/P.I(1)/2008, dated 19.11.2008.

ORDER:

In the reference 1st read above orders were issued awarding the VANPIC Project to M/s. VANPIC Ports Private Limited for the development of Vadarevu and Nizampatnam Seaports in Prakasam and Guntur Districts along with port based Industrial Corridor and approved the Concession Agreement prepared on mutual consent for the implementation of the M/s. VANPIC Project, on the model of M/s. Gangavaram Port and M/s. Krishnapatnam Port Company Limited.

2. In the reference 2nd read above the Infrastructure and Investment Department have requested for exemption from payment of Seigniorage Fees in respect of M/s. VANPIC Ports Private Limited in terms of the Clause 3.1(a)(iii) of the State Support Agreement read with Clause 1.53 of the Concession Agreement.

3. The Director of Mines and Geology, Hyderabad, who has been consulted in the matter has requested to issue similar instructions as was issued in the case of M/s. Hyderabad International Airport Limited in G.O.Ms.No.236, Industries and Commerce (M.I) Dept., dated 1.8.2005 and G.O.Ms.No.17, Industries and Commerce (M.I) Dept., dated 19.1.2005 for exemption from payment of Seigniorage Fee for the Minor Mineral excavated within the premises and later for the Minor Mineral procured outside the area so as to avoid misuse of the concession given to M/s. Hyderabad International Airport, as the Government already committed vide Concession Agreement entered with M/s. VANPIC Ports Private Limited. As per the Concession Agreement held between Government of Andhra Pradesh (Infrastructure and Investment Department) and M/s. VANPIC Ports Private Limited at para 3.1(A)(iii) "Exemption from payment of Seigniorage fees i.e. Cess on Minor Minerals used during construction period for the development of VANPIC Project".

(P.T.O)

4. The Government after careful examination of the matter, hereby decided to exempt M/s. VANPIC Ports Private Limited or any other Special Purpose Vehicle (SPV) formed for the development of VANPIC Project from payment of Seigniorage Fee on Minor Minerals excavated with in the premises and later for the Minor Minerals procured outside the area as per the concession agreement held between Government of Andhra Pradesh and M/s. VANPIC Ports Private Limited as per para 3.1 (A)(iii) "Exemption from payment of Seigniorage fees i.e. cess on Minor Minerals used during construction period for the development of VANPIC Project"., under rule 5 read with 11(1)(c) of A.P. Minor Mineral Concession Rules 1966.

5. Therefore, the Government hereby ordered to exempt M/s. VANPIC Ports Private Limited or any other Special Purpose Vehicle (SPV) formed for the development of VANPIC Project from payment of Seigniorage Fee on Minor Minerals excavated with in the premises and later for the Minor Minerals procured outside the area as per the concession agreement held between Government of Andhra Pradesh and M/s. VANPIC Ports Private Limited as per para 3.1(A)(iii) during construction period for the development of VANPIC Project"., under rule 5 read with 11(1)(c) of Andhra Pradesh Minor Mineral Concession Rules 1966.

6. The M/s. VANPIC Ports Private Limited or any other Special Purpose Vehicle (SPV) formed for the development of VANPIC Project shall submit quarterly returns in Form-C on the consumption of various Minor Minerals to Assistant Director of Mines and Geology, Deputy Director of Mines and Geology and the Director of Mines and Geology concerned under Rule 28(3) of Andhra Pradesh Minor Mineral Concession Rules, 1966.

7. The Director of Mines and Geology, Hyderabad is requested to take all necessary steps and ensure that there are no hurdles in obtaining permits for quarrying and transporting of minor minerals to be used for the purpose of development of Vadarevu and Nizampatnam Sea Ports and Port based Industrial Corridor Project.

8. A copy of this order is available on the internet and can be accessed at the address <http://apts.gov.in.apgos>.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Y.SRILAKSHMI
SECRETARY TO GOVERNMENT

To
M/s.,VANPIC Ports Private Limited, Hyderabad
Copy to:
The Director of Mines and Geology, Hyderabad.

(Cont... p...3)

The District Collector, Prakasam District
The District Collector, Guntur District
The AGAP., Hyderabad.
The Secretary, Govt. of India, Ministry of Mines, Dept. of Mines, N Delhi.
The Controller General, Indian Bureau of Mines, Nagapur
The Director General, Mines Safety, Dhanbad, Bihar.
The Regional Controller of Mines, Koti, Hyderabad.
The General Administration (Cabinet) Dept.
The Finance Department.
The TR&B Department.
The MA&UD Department
The Industries and Commerce (IF Cell) Dept.
The Ind. & Inv. Department.
The P.S. to Hon'ble Chief Minister.
The P.S. to M(Fin.)/M(Maj. Inds.)/M(Mines & Geology)/
M(Panchayat Raj)/M(Municipal Admn.).
SF/SC.

// FORWARDED :: BY ORDER //

SECTION OFFICER